LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **MARCH 2, 2010**, upon the application of **EAGLE OIL & GAS COMPANY**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Cotton Valley Zone, Reservoir A, in the Converse Field, Sabine Parish, Louisiana.

- 1. To create thirteen (13) drilling and production units for the Cotton Valley Zone, Reservoir A, to be designated the CV RA SUB, CV RA SUC, CV RA SUD, CV RA SUE, CV RA SUG, CV RA SUH, CV RA SUI, CV RA SUJ, CV RA SUK, CV RA SUM, CV RA SUN, CV RA SUO and CV RA SUP, containing the identical area included within the Haynesville Zone, Reservoir A, as adopted by Office of Conservation Order No. 501-G, effective April 7, 2009 as shown on the plat submitted with the application.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in the unit production on a surface acre basis of participation.
- 3. To establish rules and regulations governing the exploration for and production of gas and condensate from the said units.
- 4. To provide that wells drilled to the Cotton Valley Zone, Reservoir A, be located no closer than 330 feet to any unit line and that there be not less than 660 feet between wells drilling to, completed in, or for which a permit has been issued to, the Cotton Valley Zone, Reservoir A.
- 5. To provide that, with respect to horizontal wells drilled to the Cotton Valley Zone within the proposed units, where the horizontal portion of the well is cased and cemented back above the top of the Cotton Valley Zone, the distance to any unit boundary will be determined on the distance to the nearest perforation in the well, and not based on the penetration point or terminus.
- 6. To provide that, in the event that the producing characteristics of the reservoir should change, the reservoir may be reclassified by Supplemental Order without the necessity of a public hearing, if evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 7. To consider such other matters as may be pertinent.

The Cotton Valley Zone, Reservoir A is hereby defined as that interval seen between the electrical log depths of 10,280' and 11,900' in the Shell Exploration and Production-Olympia Minerals 26 No. 1 Well, located in Section 26, Township 9 North, Range 12 West.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

http://dnr.louisiana.gov/conshearings

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 1/22/10;1/27/10 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.